



DONALD L. WOLFE, Director

COUNTY OF LOS ANGELES

DEPARTMENT OF PUBLIC WORKS

"To Enrich Lives Through Effective and Caring Service"

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IN REPLY PLEASE

REFER TO FILE: **W-0**

December 29, 2005

The Honorable Board of Supervisors
County of Los Angeles
383 Kenneth Hahn Hall of Administration
500 West Temple Street
Los Angeles, CA 90012

Dear Supervisors:

**LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40, ANTELOPE VALLEY
ANNEXATION 40-84 (4-151), LOCAL AGENCY FORMATION COMMISSION
DESIGNATION 2005-11
NEGOTIATED TAX EXCHANGE RESOLUTION
SUPERVISORIAL DISTRICT 5
3 VOTES**

**IT IS RECOMMENDED THAT YOUR BOARD ACTING AS THE GOVERNING BODY
OF THE LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40,
ANTELOPE VALLEY:**

Adopt the enclosed Joint Resolution approving and accepting the negotiated exchange of property tax revenue resulting from Annexation 40-84 (4-151).

PURPOSE/JUSTIFICATION OF RECOMMENDED ACTION

We are recommending that your Board adopt the enclosed Joint Resolution approving and accepting the negotiated exchange of property tax revenue resulting from Annexation 40-84 (4-151), approximately 120 acres of vacant land in the City of Lancaster to the Los Angeles County Waterworks District No. 40, Antelope Valley (District).

Implementation of Strategic Plan Goals

This action meets the County Strategic Plan Goal of Organizational Effectiveness as it will provide effective and efficient delivery of water to future customers within the annexed area.

FISCAL IMPACT/FINANCING

New revenue will be generated in the form of standby charges paid by the property owners to the District for capital improvement projects.

The property owners requesting the proposed annexation will pay all required fees associated with this project.

The Joint Resolution will transfer a portion of the annual property tax increment from each of the affected County taxing entities, together with the Lancaster Cemetery District, the Antelope Valley Mosquito Abatement & Vector Control District, County Sanitation Districts of Los Angeles County District No. 14, the Antelope Valley Resource Conservation District, the City of Lancaster, and the Antelope Valley-East Kern Water Agency to the Los Angeles County Waterworks District No. 40, Antelope Valley. The property tax transfers will become effective Fiscal Year 2006-07.

FACTS AND PROVISIONS/LEGAL REQUIREMENTS

Section 99 of the Revenue and Taxation Code requires that prior to the effective date of any jurisdictional change, the governing bodies of all agencies whose service area or service responsibilities will be altered by such change must negotiate a reallocation of property tax revenue between the affected agencies, and approve and accept such reallocation by resolution.

Adoption of the tax transfer Resolution by your Board will allow the Local Agency Formation Commission (LAFCO) to schedule the required public hearing to consider testimony on the proposed annexation. LAFCO will subsequently take action to approve, approve with changes, or disapprove the proposal. The tax transfer Resolution has also been approved as to form by County Counsel.

IMPACT ON CURRENT SERVICES (OR PROJECTS)

There will be no negative impact on current County services or projects during the performance of the recommended services.

The Honorable Board of Supervisors
December 29, 2005
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CONCLUSION

After approval of this recommendation, please return one adopted copy of this letter and one signed original of the Joint Resolution to Public Works, Waterworks and Sewer Maintenance Division, for processing to LAFCO, and forward one adopted copy of the letter and Resolution to the County Assessor.

Respectfully submitted,

DONALD L. WOLFE
Director of Public Works

MR:lm
BDL2206

Enc.

cc: Chief Administrative Office
County Assessor
County Counsel

JOINT RESOLUTION OF THE BOARD OF SUPERVISORS OF THE COUNTY OF LOS ANGELES, THE BOARD OF DIRECTORS OF THE LANCASTER CEMETERY DISTRICT, THE BOARD OF TRUSTEES OF THE ANTELOPE VALLEY MOSQUITO ABATEMENT & VECTOR CONTROL DISTRICT, THE BOARD OF DIRECTORS OF COUNTY SANITATION DISTRICTS OF LOS ANGELES COUNTY DISTRICT NO. 14, THE BOARD OF DIRECTORS OF THE ANTELOPE VALLEY RESOURCE CONSERVATION DISTRICT, THE CITY COUNCIL OF THE CITY OF LANCASTER, AND THE BOARD OF DIRECTORS OF THE ANTELOPE VALLEY-EAST KERN WATER AGENCY APPROVING AND ACCEPTING THE NEGOTIATED EXCHANGE OF PROPERTY TAX REVENUES RESULTING FROM ANNEXATION OF PROPERTY DESIGNATED AS ANNEXATION 40-84 (4-151), LOCAL AGENCY FORMATION COMMISSION DESIGNATION 2005-11, TO LOS ANGELES COUNTY WATERWORKS DISTRICT NO. 40, ANTELOPE VALLEY

WHEREAS, pursuant to Section 99.01 of the Revenue and Taxation Code, in the case of any jurisdictional change that will result in a special district providing one or more services to an area where those services have not previously been provided by any local agency, the special district and each local agency that receives an apportionment of property tax revenue from the area, may negotiate an exchange of property tax revenue generated in the area subject to the jurisdictional change and attributable to those local agencies; and

WHEREAS, the Board of Supervisors of the County of Los Angeles, acting on behalf of Los Angeles County Waterworks District No. 40, Antelope Valley, County of Los Angeles Library, and County of Los Angeles Consolidated Fire Protection District; together with the Board of Directors of the Lancaster Cemetery District, the Board of Trustees of the Antelope Valley Mosquito Abatement & Vector Control District, the Board of Directors of County Sanitation Districts of Los Angeles County District No. 14, the Board of Directors of the Antelope Valley Resource Conservation District, the Board of Directors of the Antelope Valley-East Kern Water Agency, and the City Council of the City of Lancaster have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-84 (4-151) to Los Angeles County Waterworks District No. 40, Antelope Valley, is as set forth:

NOW, THEREFORE, BE IT RESOLVED AS FOLLOWS:

1. The Los Angeles County Waterworks District No. 40, Antelope Valley, County of Los Angeles Library, County of Los Angeles Consolidated Fire Protection District; Lancaster Cemetery District, Antelope Valley Mosquito Abatement & Vector Control District, County Sanitation Districts of Los Angeles County District No. 14, Antelope Valley Resource Conservation District, Antelope Valley–East Kern Water Agency, and the City of Lancaster have determined that the amount of property tax revenue to be exchanged between their respective agencies as a result of the annexation proposal identified as Annexation 40-84 (4-151) is approved and accepted.

2. For fiscal years commencing on or after July 1, 2006, or the July 1 after the effective date of this jurisdictional change, whichever is later, the property tax revenue increment generated from the area within Annexation 40-84 (4-151) shall be allocated to the affected agencies as indicated in the enclosed worksheets (Exhibits A and B).

3. No transfer of property tax revenues other than those specified in Paragraph 2 shall be made as a result of Annexation 40-84 (4-151).

4. If at any time after the effective date of this Resolution, the calculations used herein to determine initial property tax transfers or the data used to perform those calculations are found to be incorrect, thus producing an improper or inaccurate property tax transfer, the property tax transfer shall be recalculated and the corrected transfer shall be implemented for the next fiscal year, and any amounts of property tax received in excess of that which is proper shall be refunded to the appropriate agency.

The foregoing Resolution was adopted on the _____ day of _____, 2006
by the Board of Supervisors of the County of Los Angeles as the governing body of the
Los Angeles County Waterworks District No. 40, Antelope Valley.

VIOLET VARONA-LUKENS
Executive Officer of the
Board of Supervisors of the
County of Los Angeles

By _____
Deputy

APPROVED AS TO FORM:

RAYMOND G. FORTNER, JR.
County Counsel

By _____
Deputy

PROPERTY TAX TRANSFER RESOLUTION WORKSHEET

Annexation To:
Account No.
TRA:
Effective Date:
Annexation Number:

Waterworks District # 40 ANTELOPE VALLEY
047.04
5881
July 1, 2006
40-84(4-151), LAFCO Designation 2006-11

Waterworks District # 40, Antelope Valley
Based on their 2004-05 Tax Sharing Ratios

0.013364537

Acct No. Taxing Agency	(1) Current Tax Share	(2) = (1) / Total Percent	(3) Proposed Dist Share	(4) = (2) * (3) Alloc of Dist Share	(5) Allocation Adjustments	(6) = (1) + (5) New Net Share
1.05 LOS ANGELES COUNTY GENERAL	0.387328650	38.7329%	0.013364537	0.005176468	-0.005246354	0.382082296
1.20 L.A. COUNTY ACCUM CAP OUTLAY	0.000135524	0.0138%	0.013364537	0.000001811	0.000000000	0.000135524
3.01 L.A. COUNTY LIBRARY	0.034524465	3.4524%	0.013364537	0.000461404	-0.000461404	0.034063061
7.30 CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.176727759	17.6728%	0.013364537	0.002361885	-0.002361885	0.174365874
7.31 L.A.C.FIRE-FFW	0.005093687	0.5094%	0.013364537	0.000088075	0.000000000	0.005093687
53.30 LANCASTER CEMETERY DISTRICT	0.001892723	0.1893%	0.013364537	0.000025295	-0.000025295	0.001867428
61.05 ANTELOPE VLY MOSQ & VECTOR CONTR	0.002382213	0.2382%	0.013364537	0.000031837	-0.000031837	0.002350376
66.45 CO SANIT DIST NO 14 OPERATING	0.008740468	0.8740%	0.013364537	0.000116812	-0.000116812	0.008623656
68.05 ANTELOPE VY RESOURCE CONSER DIST	0.001120183	0.1120%	0.013364537	0.000014971	-0.000014971	0.001105212
186.01 CITY-LANCASTER TD #1	0.066424736	6.6425%	0.013364537	0.000887736	-0.000887736	0.065537000
300.10 ANTELOPE VY-EAST KERN WATER AGY	0.022680209	2.2680%	0.013364537	0.000303111	-0.000303111	0.022377098
400.00 EDUCATIONAL REV AUGMENTATION FD	0.000000000	0.0000%	0.013364537	0.000000000	Exempt	0.000000000
400.01 EDUCATIONAL REV FD IMPOUND	0.000000000	0.0000%	0.013364537	0.000000000	Exempt	0.000000000
400.15 COUNTY SCHOOL SERVICES	0.001681628	0.1682%	0.013364537	0.000022474	Exempt	0.001681628
400.21 CHILDREN'S INSTIL TUITION FUND	0.003337420	0.3337%	0.013364537	0.000044603	Exempt	0.003337420
529.01 LANCASTER UNION SCHOOL DISTRICT	0.070851937	7.0852%	0.013364537	0.000946903	Exempt	0.070851937
529.06 CO.SCH.SERV.FD.- LANCASTER	0.010484139	1.0484%	0.013364537	0.000140116	Exempt	0.010484139
529.07 DEV CTR HDCPD MINOR LANCASTER	0.001016534	0.1017%	0.013364537	0.000013586	Exempt	0.001016534
717.02 ANTELOPE VALLEY UNION HIGH SCH.	0.116062534	11.6063%	0.013364537	0.001551122	Exempt	0.116062534
717.06 CO.SCH.SERV.FD.- ANTELOPE VALLEY	0.000426465	0.0426%	0.013364537	0.000005700	Exempt	0.000426465
717.07 ANTELOPE VY.UN.HI-ELEM SCH FD.	0.056861258	5.6861%	0.013364537	0.000759924	Exempt	0.056861258
792.04 ANTELOPE VY.JT. COMMUNITY COLL.	0.032227468	3.2227%	0.013364537	0.000430705	Exempt	0.032227468

047.04 Waterworks Dist # 40 ANTELOPE VALLEY	0.000000000	0.0000%	0.013364537	0.000000000	0.000000000	0.009449404
Total	1.000000000	100.0000%		0.013364537	-0.009449404	1.000000000

- (1) Current share as reflected in the Auditor's ATI distribution in AF 49. Must total 1.000000000.
 (2) Must total 100%.
 (3) Weighted average waterworks district share as verified by Auditor.
 (4) Must total share reflected in Column (3).
 (5) Reflects exemption for school entities and County general fund obligation for debt service and FFW.
 (6) Final share distributions to be reflected in tax transfer resolution.

PROPERTY TAX TRANSFER RESOLUTION WORKSHEET

Annexation To:
Account No.
TRA:
Effective Date:
Annexation Number:

Waterworks District # 40 - ACO FUND
51.75
5881
July 1, 2006
40-84(4-151), LAFCO Designation 2005-11
0.012235562

Waterworks District # 40, ACO FUND
Based on their 2004-05 Tax Sharing Ratios

Accnt No. Taxing Agency	(1) Current Tax Share	(2) = (1) / Total Percent	(3) Proposed Dist Share	(4) = (2) * (3) Alloc of Dist Share	(5) Allocation Adjustments	(6) = (1) + (5) New Net Share
1.05 LOS ANGELES COUNTY GENERAL	0.382082296	38.2082%	0.012235562	0.004674992	-0.004738974	0.377343322
1.20 L.A. COUNTY ACCUM CAP OUTLAY	0.000135524	0.0136%	0.012235562	0.000001658	0.000000000	0.000135524
3.01 L.A. COUNTY LIBRARY	0.034063061	3.4063%	0.012235562	0.000416781	-0.000416781	0.033646281
7.30 CONSOL. FIRE PRO.DIST.OF L.A.CO.	0.174365874	17.4366%	0.012235562	0.002133464	-0.002133464	0.172232410
7.31 L A C FIRE-FFW	0.005093687	0.5094%	0.012235562	0.000062324	0.000000000	0.005093687
47.04 WATERWORKS DIST #40 - ANTELOPE VALLE	0.009449404	0.9449%	0.012235562	0.000115619	-0.000115619	0.009333786
53.30 LANCASTER CEMETERY DISTRICT	0.001867428	0.1867%	0.012235562	0.000022849	-0.000022849	0.001844578
61.05 ANTELOPE VLY MOSQ & VECTOR CONTR	0.002350376	0.2350%	0.012235562	0.000028758	-0.000028758	0.002321618
66.45 CO SANIT DIST NO 14 OPERATING	0.008623656	0.8624%	0.012235562	0.000105515	-0.000105515	0.008518140
68.05 ANTELOPE VY RESOURCE CONSER DIST	0.001105212	0.1105%	0.012235562	0.000013523	-0.000013523	0.001091689
186.01 CITY-LANCASTER TD #1	0.065537000	6.5537%	0.012235562	0.000801882	-0.000801882	0.064735118
300.10 ANTELOPE VY-EAST KERN WATER AGY	0.022377098	2.2377%	0.012235562	0.000273796	-0.000273796	0.022103302
400.00 EDUCATIONAL REV AUGMENTATION FD	0.000000000	0.0000%	0.012235562	0.000000000	Exempt	0.000000000
400.01 EDUCATIONAL AUG FD IMPOUND	0.000000000	0.0000%	0.012235562	0.000000000	Exempt	0.000000000
400.15 COUNTY SCHOOL SERVICES	0.001681628	0.1682%	0.012235562	0.000020576	Exempt	0.001681628
400.21 CHILDREN'S INSTIL TUITION FUND	0.003337420	0.3337%	0.012235562	0.000040835	Exempt	0.003337420
529.01 LANCASTER UNION SCHOOL DISTRICT	0.070851937	7.0852%	0.012235562	0.000866913	Exempt	0.070851937
529.06 CO.SCH.SERV.FD.- LANCASTER	0.010484139	1.0484%	0.012235562	0.000128279	Exempt	0.010484139
529.07 DEV CTR HDCPD MINOR LANCASTER	0.001016534	0.1017%	0.012235562	0.000012438	Exempt	0.001016534
717.02 ANTELOPE VALLEY UNION HIGH SCH.	0.116062534	11.6063%	0.012235562	0.001420090	Exempt	0.116062534
717.06 CO.SCH.SERV.FD.- ANTELOPE VALLEY	0.000426465	0.0426%	0.012235562	0.000005218	Exempt	0.000426465
717.07 ANTELOPE VY.UN.HI.-ELEM SCH FD.	0.0568861258	5.6881%	0.012235562	0.000695729	Exempt	0.0568861258
792.04 ANTELOPE VY.JT. COMMUNITY COLL.	0.032227468	3.2227%	0.012235562	0.000394321	Exempt	0.032227468
051.75 Waterworks Dist # 40 ACO FUND	0.000000000	0.0000%	0.012235562	0.000000000	0.000000000	0.008851181
Total	1.000000000	100.0000%		0.012235562	-0.008651161	1.000000000

- (1) Current share as reflected in the Auditor's ATI distribution in AF 49. Must total 1.000000000.
 (2) Must total 100%.
 (3) Weighted average waterworks district share as verified by Auditor.
 (4) Must total share reflected in Column (3).
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